EQUITY

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2021
[UNAUDITED]

STATEMENT OF FINANCIAL POSITION

	30 September 2021 Frw '000	31 December 2020 Frw '000
ASSETS		
Cash, deposits, and balances due from financial institutions	122,222,814	79,618,456
Financial investments – amortised cost	3,131,740	15,046,737
Financial investments – FVOCI	76,047,005	46,999,001
Loans and advances to customers	223,836,949	189,955,663
Balances due from related parties	96,446	29,426
Other assets and prepaid expenses	9,747,356	8,131,827
Property and equipment	2,633,349	2,577,892
Intangible assets	219,818	233,297
Right of use assets	3,174,382	2,220,602
Deferred income tax	586,877	586,877
TOTAL ASSETS	**441,696,736**	**345,399,778**
LIABILITIES		
Deposits from customers	290,129,469	215,876,054
Deposits from banks and other financial Institutions	25,268,006	24,162,066
Balances due to related parties	1,873,625	481,258
Borrowed funds	47,075,519	33,718,963
Other liabilities and accrued expenses	9,966,945	14,487,539
Lease liabilities	3,258,171	2,237,593
Current income tax	769,583	1,578,361
TOTAL LIABILITIES	**378,341,318**	**292,541,834**
CAPITAL AND RESERVES		
Share capital	18,175,000	18,175,000
Share premium	2,112,690	2,112,690
FVOCI reserve	1,727,631	1,526,387
Retained earnings	41,340,097	31,043,867
TOTAL EQUITY	**63,355,418**	**52,857,944**
TOTAL LIABILITIES AND EQUITY	**441,696,736**	**345,399,778**

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2021
[UNAUDITED]

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	30 September 2021 Frw '000	30 September 2020 Frw '000
Interest and similar income	22,743,892	19,543,536
Interest and similar expense	(6,143,833)	(5,369,445)
Net interest income	**16,600,059**	**14,174,091**
Fees and commission income	7,557,400	5,650,613
Fees and commission expense	(1,983,910)	(1,212,143)
Net fees and commission income	**5,573,490**	**4,438,470**
Net investment income	4,413,164	3,043,286
Net foreign exchange income	2,647,256	1,394,123
Other operating income	207,035	198,762
Operating income before impairment	**29,441,005**	**23,248,733**
Impairment losses on loans and advances to customers	(3,831,653)	(1,978,830)
Operating income after impairment losses	**25,609,352**	**21,269,903**
Employee benefits	(4,554,697)	(4,518,356)
Depreciation of property and equipment	(782,058)	(814,892)
Amortisation of intangible assets	(68,892)	(64,867)
Depreciation of Right of use assets	(640,486)	(580,832)
Other operating expenses	(4,854,318)	(4,797,996)
Total operating expenses	**(10,900,451)**	**(10,776,943)**
Profit before income tax	**14,708,901**	**10,492,960**
Income tax expense	(4,412,670)	(3,147,888)
Profit for the period	**10,296,230**	**7,345,072**
Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax)	201,245	532,755
Total comprehensive income for the period	**10,497,476**	**7,877,827**

The Condensed financial statements of Equity Bank Rwanda PLC were approved by the Board of Directors and signed on its behalf by:

Hannington Namara
Managing Director

Date: 25th November 2021

Anita D. Umuhire
Chair of Board Audit Commitee

Date: 25th November 2021

OTHER DISCLOSURES
AT 30 SEPT 2021
APPENDIX: OTHER INFORMATION

ITEM	30-September-21 Frw 000 Amount/ Ratio/Number
I. CAPITAL STRENGTH	
1.Core Capital (Tier 1)	56,259,853
2.Supplementary Capital (Tier 2)	3967546
3.Total Capital	60,227,399
4.Total Risk Weighted Assets	323,634,114
5.Core Capital/ Total Risk Weighted Assets Ratio (Tier 1 Ratio)	17.38%
6.Tier 2 Ratio	1.23%
7.Total Capital/Total Risk Weighted Assets Ratio	18.61%
8.Leverage Ratio	12.00%
II.CREDIT RISK	
1.Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation;	236,314,495

ITEM	30-September-21 Frw 000 Amount/ Ratio/Number
2. Average gross credit exposures, broken down by major types of credit exposure:	
a) Loans, commitments and other non-derivative off-balance sheet exposures;	
• Agriculture	8,407,917
• Building and construction	9,172,334
• Education	11,920,097
• Energy and water	5,189,840
• Financial intermediation	332,689
• Information and communication	13,993,464
• Manufacturing	14,427,312
• Mining & quarrying	519,992
• Other service activities	8,154,027
• Personal/household	56,765,804
• Real estate	41,045,411
• Tourism, rest & hotels	36,378,730
• Trade	15,942,410
• Transport and communication	14,066,467
b) Debt securities;	79,178,745
c) OTC derivatives;	-
3. Regional or geographic distribution of gross exposures, broken down in significant areas by major types of credit exposure:	
a) Kigali	200,184,559
b) Southern	9,270,180
c) Western	12,050,166
d) Northern	6,960,696
e) Eastern	7,850,894
4.Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:	
a) Government	11,969,827
b) Financial	332,689
c) Manufacturing	14,427,312
d) Infrastructure and construction	55,062,605
e) Services and commerce	90,318,781
f) Others	64,205,281
5. Off- Balance Sheet Items	
a) Guarantees issued outward	39,902,725
b) Outward letter of credit contra	7,542,071
6. Non-Performing Loans Indicators	
a) Non-performing loans (NPL)	10,731,366
b) NPL ratio	4.54%
7. Related Parties	
a) Loans to directors, shareholders and subsidiaries	163,208
b) Loan to employees	5,116,194
8. Restructured Loans	
a) No. of borrowers	799
b) Amount outstanding	86,096,318
c) Regulatory Provision thereon	2,622,428
d) Restructured loans as % of gross loans	36.43%
III. LIQUIDITY RISK	
1) Liquidity Coverage Ratio (LCR)	216%
2) Net Stable Funding Ratio (NSFR)	146%

ITEM	30-September-21 Frw 000 Amount/ Ratio/Number		
IV. OPERATIONAL RISK			
	Type	Number	Amount (000)
Number and types of frauds and their corresponding amount	Forged Documents	1	98,000
V. MARKET RISK			
1. Interest rate risk			62,339,469
2. Equity position risk			-
3. Foreign exchange risk % of Core Capital (NOP)			(7.32%)
VI. COUNTRY RISK			
1. Credit exposures abroad			2,810,085
2. Other assets held abroad			66,695,876
3. Liabilities to abroad			22,944,370
VII. MANAGEMENT AND BOARD COMPOSITION			
1. Number of Board members			9
2. Number of independent directors			6
3. Number of non-independent directors			3
4. Number of female directors			3
5. Number of male directors			6
6. Number of Senior Managers			11
7. Number of females senior managers			4
8. Number of males senior managers			7

EXPLANATORY NOTES TO THE FINANCIALS

1. **Interest Income increased by 20%**
   The increase in line with the growth in loan and advances, investments in government securities and Placements during the year.
2. **Interest expense increased by 14%**
   Interest expenses grew by 14% in line with increased deposits as well as short term borrowings during the year.
3. **Net fees and commissions income increased by 26%**
   The growth supported by more customers transactions backed by growth in customer numbers and convenient access to banking 24/7 through the digital channels.
4. **Foreign exchange income increased by 90%**
   The growth was supported by increased volumes from buy and sale of foreign currency mainly USD.
5. **Net loans and advances increased by 18%**
   The increase was supported by new deals booked during the year arising from market opportunities.
6. **Investment securities increased by 28%**
   The increase was attributed by additional investments during the year especially Government Treasury Bonds.
7. **Deposits from customers increased by 31%**
   The increase is mainly attributed to new clients acquired during the year as well growth on deposit base from existing clients.
8. **Borrowed funds increased by 40%**
   These include short-term borrowings necessary to support local currency liquidity for investments in loans and securities as well as the Economic recovery funds to support the businesses affected by COVID19.

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These Condensed interim statements and other disclosures can be accessed on the institutions website **www.rw.equitybankgroup.com.** They may also be accessed at the institutions head office located at **Grand Pension Plaza, 2nd floor Kigali Rwanda.**